1 2 3 4 5 6 7 UNITED STATES DISTRICT COURT 8 WESTERN DISTRICT OF WASHINGTON AT TACOMA 9 10 TRAVELERS PROPERTY CASUALTY COMPANY OF AMERICA, CASE NO. 2:22-CV-589-RSM-DWC 11 Plaintiff, ORDER ADOPTING REPORT AND 12 v. RECOMMENDATION WALSH CONSTRUCTION COMPANY 13 II, LLC, ARCH SPECIALTY INSURANCE COMPANY, 14 Defendants. 15 WALSH CONSTRUCTION COMPANY 16 II LLC, Third Party Plaintiff, 17 v. 18 GREENWICH INSURANCE COMPANY, 19 Third Party Defendant. 20 The Court, having reviewed the Report and Recommendation of Magistrate Judge David 21 W. Christel, objections to the Report and Recommendation, the stipulated notice at Docket #83, 22 and the remaining record, hereby FINDS and ORDERS: 23 24 ORDER ADOPTING REPORT AND RECOMMENDATION - 1

- (1) Travelers and Walsh stipulate that the issue in their Motions at Dkts. #32 and #48 concerning whether Travelers has an ongoing duty to defend Walsh is "potentially moot" now that Walsh has been voluntarily dismissed in the underlying lawsuit. The Court agrees and finds that this is a valid basis to deny Travelers' Motion and to grant in part Walsh's Motion. This is consistent with the recommended outcome of the Report and Recommendation at Dkt. #75. The Court finds that Travelers' Objections do not raise a genuine dispute as to a material fact regarding Arch's Motion for Summary Judgment. Walsh's Objections fail to demonstrate that Travelers owes any pre-acceptance defense costs as a matter of law based on the available evidence. Given these findings, the Court ADOPTS the Report and Recommendation at Dkt. #75.
- (2) Travelers' Motion for Partial Summary Judgment (Dkt. #32) is denied; Greenwich's Motion for Partial Summary Judgment (Dkt. #49) is denied; Walsh's Motion for Partial Summary Judgment related to Travelers (Dkt. #48) is granted-in-part and denied-in-part. The Court finds the issue of Travelers' duty to defend Walsh as an additional insured going forward is moot. However, Walsh's request for a declaration stating Travelers' duty to defend includes any defense costs incurred between the initiation of the underlying action and Travelers' acceptance of Walsh's tender with a reservation of rights is denied; Walsh's Motion for Partial Summary Judgment as to Greenwich (Dkt. #44) is granted. Greenwich's request for a Rule 56(d) continuance is denied; and Arch's Motion for Summary Judgment (Dkt. #36) is granted.
- (3) Arch is dismissed from this action without prejudice.
- (4) The Clerk is directed to send copies of this Order to counsel for the parties and to the Hon. David W. Christel.

DATED this 7th day of February, 2024.

RICARDO S. MARTINEZ

UNITED STATES DISTRICT JUDGE